MINUTES

MONTANA SENATE 61st LEGISLATURE - REGULAR SESSION

COMMITTEE ON TAXATION

Call to Order: CHAIRMAN JEFF ESSMANN, on January 22, 2009 at 8:00 A.M., in Room 405 Capitol.

ROLL CALL

Members Present:

Sen. Jeff Essmann, Chairman (R)

Sen. Taylor Brown, Vice Chairman (R)

Sen. Jerry W. Black (R)

Sen. Gary Branae (D)

Sen. Ron Erickson (D)

Sen. Kelly Gebhardt (R)

Sen. Bradley Hamlett (D)

Sen. Christine Kaufmann (D)

Sen. Bob Story Jr. (R)

Sen. Bruce Tutvedt (R)

Members Excused: Sen. Kim Gillan (D)

Members Absent: None.

Staff Present: Lee Heiman, Legislative Branch

Debra Polhemus, Committee Secretary

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

Committee Business Summary:

Hearing & Date Posted: SB 198, 1/14/2009

Executive Action: SB 21 DO PASS AS AMENDED

HEARING ON SB 198

Opening Statement by Sponsor:

00:01:07 SEN. DAVE LEWIS (R), SD 42, opened the hearing on SB 198, Tax biomass generation facilities up to 25 megawatts as class 14 property.

Proponents' Testimony:

- 00:05:41 John Fitzpatrick, representing NorthWestern Energy 00:11:51 Ellen Simpson, representing Montana Wood Products
- Association
- 00:13:12 Jason Todhunter, representing Montana Logging Association (MLA)
- 00:14:13 Sen. Gillan arrived at the hearing

Opponents' Testimony: None

Informational Testimony:

- 00:14:30 Robert Johnson, Smurfit Stone Container, Missoula
- 00:16:23 Lee Baerlocher, Department of Revenue (DOR)

Questions from Committee Members and Responses:

- 00:16:54 Sen. Tutvedt
- 00:17:19 John Fitzpatrick, NorthWestern Energy
- 00:17:55 Sen. Tutvedt
- 00:18:04 John Fitzpatrick
- 00:19:54 Sen. Brown
- 00:20:28 Sen. Lewis
- 00:22:06 Sen. Black
- 00:22:29 Sen. Lewis
- 00:22:58 Sen. Erickson
- 00:23:42 John Fitzpatrick
- 00:25:50 Sen. Erickson
- 00:26:25 Robert Johnson, Smurfit Stone Container
- 00:27:52 Sen. Tutvedt
- 00:28:14 Jason Todhunter, MLA
- 00:29:28 Sen. Story
- 00:29:49 Lee Baerlocher, DOR
- 00:30:11 Sen. Story
- 00:30:28 Lee Baerlocher, DOR
- 00:31:40 Chairman Essmann
- 00:32:37 John Fitzpatrick 00:34:09 Sen. Gebhardt
- 00:34:50 Robert Johnson

Questions from Committee Members and Responses: (con't)

00:37:36 Sen. Gillan left hearing

00:37:46 Sen. Gebhardt

00:38:11 Robert Johnson

00:38:45 Sen. Story

00:39:01 Robert Johnson

Closing by Sponsor:

00:40:41 Sen. Dave Lewis

EXECUTIVE ACTION ON SB 21

00:42:33 Motion: Sen. Story moved that SB 21 DO PASS.

Discussion:

00:42:49 Sen. Story

00:43:28 Motion: Sen. Brown moved that SB 21 BE AMENDED.

EXHIBIT (tas15a01)

Discussion:

00:44:01 Lee Heiman, Legislative Services Division (LSD)

00:44:58 Sen. Kaufmann

00:46:11 <u>Vote</u>: Motion carried 6-5 by roll call vote with Sens. Branae, Erickson, Gillan, Hamlett, and Kaufmann voting no and Sen. Gillan voting by proxy.

00:47:19 <u>Motion</u>: Sen. Story moved that **SB 21 DO PASS AS AMENDED**.

Discussion:

00:47:28 Sen. Tutvedt

00:48:03 <u>Vote</u>: Motion carried unanimously by voice vote with Sen. Gillan voting by proxy.

Committee Business:

00:48:36 Chairman Essmann 00:50:19 Sen. Erickson 00:51:37 Sen. Tutvedt 00:52:04 Chairman Essmann 00:52:32 Sen. Erickson

Additional Exhibits:

EXHIBIT (tas15a02)

Informational letter from the Department of Revenue
EXHIBIT(tas15a03)

Testimony on SB 146 hear in committee on January 16, 2009

ADJOURNMENT

Adjournment:	8 : 55	A.M.				
				DEBRA	POLHEMUS,	Secretary
dp						
Additional E	xhibits	5 :				

EXHIBIT (tas15aad.pdf)